

WFO-G401-70
23 September 1959

MEMORANDUM FOR: Chief, Administrative Branch IPD

SUBJECT: Reimbursable Flying Hour Rate and Minimum Daily Charge

1. Pursuant to your oral request for information with respect to the subject matter there is furnished as attachment (A) a schedule that shows previous and current hourly rate charges by type of Aircraft as well as information on minimum daily rates likewise broken down to show past as well as current data. It is understood these rates were established in Air Force Regulation No. 76-41 dated 30 March 1959 and the current rate is subject to adjustment without advance notice to the users. The latest amendment received in the Agency was dated 30 March 1959, but was effective 1 January 1959.

2. The rates listed on the attachment and assessed against customers are standard and result in the same charge even though a particular customer may own the Aircraft being used. I am informed that these rates do not contain any items of expense realized by the USAF such as depreciation, crew salaries, and base support. The rates used for billing purposes are reported to represent only 36.8% of costs actually experienced by the USAF for each vehicle.

3. As you are aware, many meetings have been held regarding this subject and at one attended by the undersigned the USAF representative was quick to admit that their loss was less on aircraft that the Agency owns but he did not feel that we could present a case that would result in the rate being reduced for Agency-owned articles because of the factors indicated in the paragraph immediately above. I share this view provided the costing data secured by the USAF is equitable and accurate.

SIGNED

Comptroller, AFM-AM/P

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Attachment: n/a
Dist: 2 - Add
1 - DD/P
1 - AC/DPD
1 - General Counsel
1 - Asst. Comptroller
1 - [redacted] (Fin-AM/P-attn)
1 - [redacted] (Fin-AM/P)
1 - Chrono

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